

DIVISION OF FINANCE

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STATE OF MISSOURI

June 11, 1999

The attached report represents a consolidation of Reports of Condition filed by state-chartered banks with the Missouri Division of Finance as of March 31, 1999 and a comparison with the statements filed one year earlier.

Also included is a comparison of financial statements of state-chartered and national banks.

During the previous twelve months, the number of state-chartered banks and trust companies declined by 17 from 360 to 343. Five banks merged into out-of-state affiliates; twelve merged into other Missouri state-chartered banks; and eight merged into other Missouri national banks. One state-chartered bank converted to a national charter. Seven new banks and three new non-deposit trust companies were chartered. One inactive bank charter was surrendered and cancelled.

The assets of fourteen banks left state regulation during the previous twelve months. On March 31, 1998, these banks totaled \$6.1 billion in assets and held \$5.4 billion in deposits. This represented 16.9 and 17.6 percent of state totals. The departure of these banks was largely the result of a few major banking organizations consolidating offices into other affiliates. While the physical offices and businesses remain, financial records are now reported in the out-of-state or national offices.

Assets in state-chartered banks totaled \$33.3 billion on March 31, 1999, a decrease of 7.2 percent from one year earlier. Deposits were \$28.2 billion, down 8.5 percent.

Total loans were \$21.7 billion on March 31, 1999, down 5.0 percent.

The equity capital to asset ratio increased to 9.36 percent. Primary capital, which includes the reserve for loan losses increased to 10.20 percent in relation to total assets.

June 11, 1999

Net income in state banks was down 12.8 percent from first quarter 1998. Annualized return on assets among state-chartered banks was 1.15 percent in the first quarter of 1999, down from 1.23 percent in 1998.

D. Eric McClure
Acting Commissioner

**COMPARATIVE STATEMENT OF CONDITION
STATE BANKS AND TRUST COMPANIES IN MISSOURI
AS OF MARCH 31, 1999**

THOUSANDS OF DOLLARS	330 BANKS 3/31/99	350 BANKS 3/31/98	INCREASE DECREASE()	PERCENT CHANGE
ASSETS				
Total Loans	\$21,708,600	\$22,857,200	(\$1,148,600)	-5.0%
Allowance for Loan Losses	313,700	326,100	(12,400)	-3.8%
Total Assets	33,293,900	35,894,900	(2,601,000)	-7.2%
LIABILITIES				
Total Deposits	28,197,500	30,808,900	(2,611,400)	-8.5%
Total Equity Capital	3,114,600	3,276,200	(161,600)	-4.9%

OPERATING RATIOS	3/31/99	3/31/98	CHANGE
Capital and Reserves/Assets	10.20%	9.95%	0.25%
Total Loans/Assets	65.20%	63.68%	1.52%
Allowance for Loan Losses/Loans	1.45%	1.43%	0.02%
Return on Assets (Annualized)	1.15%	1.23%	-0.08%

NOTES:

1998 Does not include ten nondeposit trust companies.

1999 Does not include twelve nondeposit trust companies and one chartered but not operating bank.

**COMPARATIVE STATEMENT OF CONDITION
STATE AND NATIONAL BANKS IN MISSOURI
AS OF MARCH 31, 1999**

MILLIONS OF DOLLARS	3/31/99			3/31/98	PERCENT CHANGE
	330 STATE BANKS	50 NATIONAL BANKS	380 ALL BANKS	398 ALL BANKS	
ASSETS					
Cash and Due from Banks	1,227	2,837	4,064	3,443	18.0%
Investment Securities	8,243	13,863	22,106	16,383	34.9%
Total Loans and Leases	21,709	25,906	47,615	39,062	21.9%
Less: Reserves	314	376	690	579	19.2%
Federal Funds Sold	1,159	1,085	2,244	2,306	-2.7%
Fixed Assets	605	712	1,317	1,128	16.8%
Other Real Estate	47	21	68	63	7.9%
Intangible Assets	133	168	301	299	0.7%
Other Assets	485	1,325	1,810	1,164	55.5%
TOTAL ASSETS	\$33,294	\$45,541	\$78,835	\$63,269	24.6%
LIABILITIES					
Total Deposits	28,197	32,222	60,419	53,145	13.7%
Deposits over 100M	3,027	2,822	5,849	4,838	20.9%
Brokered Deposits	238	80	318	109	191.7%
Federal Funds Purchased	1,039	3,754	4,793	3,190	50.3%
Other liabilities	943	5,856	6,799	1,369	396.6%
Total Equity Capital	3,115	3,709	6,824	5,565	22.6%
TOTAL LIABILITIES	\$33,294	\$45,541	78,835	63,269	24.6%
EARNINGS					
Interest Income	596	732	1,328	1,146	15.9%
Interest Expense	287	353	640	551	16.2%
Net Interest Income	309	379	688	595	15.6%
Provision for Loan Losses	16	16	32	30	6.7%
Net Income	95	165	260	197	32.0%
Cash Dividends	51	85	136	136	0.0%
Net Loan Losses	5	13	18	17	5.9%